

CALIFORNIA INTEGRATED WASTE MANAGEMENT BOARD
PERMITTING AND ENFORCEMENT COMMITTEE MEETING

July 15, 1997

AGENDA ITEM 10

ITEM: CONSIDERATION OF ALLOCATION OF FY 1997/1998 FUNDS FOR THE
SOLID WASTE DISPOSAL AND CODISPOSAL SITE CLEANUP PROGRAM
(AB 2136)

I. SUMMARY

Annually the legislature appropriates \$5 million for the AB 2136 Cleanup Program. This item is for consideration of allocating fiscal year 1997/1998 Solid Waste Disposal and Codisposal Site Cleanup Trust Fund money among the four funding mechanisms in this program. Of the \$5 million available every fiscal year, \$300,000 is allocated pursuant to statute for administration of the program. Pro rata is also paid from the \$5 million allocation; pro rata for 1997/1998 is \$32,173. Based on the history of the program, staff propose the following allocations for the remaining \$4,667,827 of fiscal year 1997/1998 funds (\$5,000,000 minus \$300,000 and \$32,173):

TABLE 1 - Funding Allocation

<u>FUNDING MECHANISM</u>	<u>AMOUNT</u>
Loans, Matching Grants and LEA Grants	\$2,000,000
Board Contracts	\$2,667,827
Total	\$4,667,827

II. OPTIONS FOR THE COMMITTEE

Committee members may decide to:

1. Concurr in staff's recommended allocation of Trust Fund money for fiscal year 1997/1998.
2. Change staff's recommended funding allocations, or
3. Not allocate the money at this time.

III. ANALYSIS

From the Program's inception in January 1994 through June 1997, the Board has approved 57 sites for funding under the Solid Waste Disposal and Codisposal Site Cleanup Program. Forty-five sites have been completed, one site was rescinded (Humboldt Road Burn Dump site loan), one site was dropped for lack of complying with a Board condition (Whitefeather Farms site), nine sites are being worked on, and one site was dropped due to the site being in litigation for over three years (Foster Road Site).

A Notice of Funds Available (NOFA) was sent to LEAs and various local government agencies, such as city and county planning departments, on March 9, 1997. There has been an increased response to this latest NOFA with many telephone calls and letters of interest which staff have responded to or are currently working with the interested parties.

Last fiscal year (1996/1997), the Board did not receive any loan applications. Only one LEA grant application was received, but it is being carried over to FY 97/98 since the paperwork was incomplete when submitted in May 1997. The Board received one matching grant application which was denied since the project did not meet cleanup program criteria.

This year staff is requesting that \$2,000,000 be placed in the grant and loan funding mechanism. In a separate item this month, staff are presenting an LEA grant request for the Aqua Terra project in the Bay Area for \$400,000 to be paid out of this mechanism. Staff are aware of two additional potential LEA grants for \$150,000 and \$50,000 in two northern California counties. Those grant applications have not yet been received. At this time, staff are not aware of any potential loans. Staff have been contacted by several local governments regarding matching grants which may be submitted in the future.

Staff are working on requests from local governments for several potential Board-managed projects as listed in Table 2. The first three sites on Table 2 are being presented to the Board this month for consideration in a separate item, along with the Aqua Terra site LEA Grant request mentioned above.

TABLE 2 - Anticipated Board-managed Projects

<u>PROJECT</u>	<u>ESTIMATED COST</u>	<u>TARGET DATE TO PRESENT TO BOARD</u>
Modesto Airport (Stanislaus Co.)	\$115,000	July
Amador City (Amador Co.)	\$300,000	July
Capel Road (Humboldt Co.)	\$500,000	July
Shiloh (Sonoma Co.)	\$300,000	August
Skyline Ridge (San Mateo Co.)	\$300,000	August
Morro Bay (San Luis Obispo Co.)	\$300,000	August/September
Dunnigan (Yolo Co.)	\$200,000	August
Mt. Hamilton Road (Santa Clara Co.)	\$400,000	September/October
Hilltop (Shasta Co.)	\$650,000	August/September
Likely (Modoc Co.)	\$ 50,000	September
Innes Street (City of San Francisco)	\$500,000	November/December
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Total 11 Sites	\$3,615,000	

In December 1996, Board members were provided with a list of sites being considered as potential projects under this program. Attachment 2 is an updated version of this list. Sites that were included in the December 1996, list but which have subsequently been determined to be inappropriate for this program are identified as *Not a threat at this time*, *Closed* or *DOD*, etc.

This list of sites was originally drawn from the SWIS database. Those sites that are still potential candidates are identified on the list as *Potential sites*, or *To be investigated*. Staff will continue evaluating sites as requested by LEAs and will continue investigating sites on the list for future funding period.

IV. Staff Recommendation

Staff recommends allocating \$2,000,000 in grant and loan funding mechanisms and \$2,667,827 into Board contracts. In the past two fiscal years there has been minimal requests for grants and loans. There is the potential for more grant requests because

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there has been a greater interest from local governments based on the NOFA mailed this spring.

The most interest by local governments has been in Board-managed projects due to lack of manpower, resources, design and construction management expertise at the local level and to the long timeline required for contractor procurement. The Solid Waste Disposal and Codisposal Site Cleanup Program has become efficient and effective at remediating sites throughout the state. The number of sites remediated speaks to the success of the program. Staff are currently evaluating the sites listed in Table 2 as requested by local governments. Should applications for the sites in Table 2 be submitted and then determined eligible as Board-managed projects, it will cost approximately \$3.6 million for the remediations.

Staff recommend the Board members allocate the remaining \$2,667,827 (out of the original \$5,000,000) into existing Board contracts as follows:

TABLE 3 - Contract Allocation

CONTRACT NO.	CONTRACTOR	REMAINING CONTRACT FUNDS (Unspent)	NEW ALLOCATION
IWM-C5049	Granite	\$75,000	\$837,827
IWM-C5050	Sukut	\$583,000	\$1,080,000
IWM-C6053	B. Stirrat	\$500,000	\$750,000
IWM-C5051	CH2M Hill	\$200,000	0
IWM-C6054	Guinn	\$1,800,000	0
Total			\$2,667,827

Combination of the recommended \$2,667,827 allocation and the unspent funds will allow approximately \$4.4 million for Board-managed cleanups. This would allow funding for all projects in Table 2 with a reserve of approximately \$800,000 for new sites submitted during the current fiscal year.

V. FUNDING INFORMATION

Amount Requested in Item: \$4,667,827

Fund Source:

- ☐ Used Oil Recycling Fund
- ☐ Tire Recycling Management Fund
- ☐ Recycling Market Development Revolving Loan Account
- ☐ Integrated Waste Management Account
- ☒ Other Solid Waste Disposal and Codisposal Cleanup Trust Fund

Approved From Line Item:

- ☒ Consulting & Professional Services
- ☐ Training
- ☐ Data Processing
- ☐ Other _____

Redirection:

If Redirection of Funds: \$ _____
Fund Source: _____
Line Item: _____

VI. ATTACHMENTS

1. Resolution
2. Updated Cleanup Program Sites List

VII. APPROVALS

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